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December 6, 2006

VIA FACSIMILE & U.S. MAIL

Mr. Jeff S. Jordan
Supervisory Attorney
Complaints Examination & Legal Administration
Federal Election Commission
999 E Street, NW
Washington, DC 20463

Re: MUR 5866

Dear Mr. Jordan:

On behalf of Friends of Conrad Burns – 2006 and James Swain, as Treasurer (the "Committee"), this letter responds to the complaint filed by the Montana Democratic Party in the above-captioned Matter Under Review. The Committee denies any violation of the Federal Election Campaign Act of 1971, as amended (the "Act").

The Complaint

The basis for the complaint is an article published in the *Missoulian* regarding the Inland Northwest Space Alliance (INSA), which according to the article the University of Montana founded to engage in space research and bring space-related jobs to Montana. The article, apparently published on October 24, 2006, is included as an exhibit to the complaint. The complaint raises two potential violations that the complainant asserts fall under the jurisdiction of the Federal Election Commission (FEC).

First, the complaint alleges that INSA employees were "being pressured" to make contributions to Senator Conrad Burns. In support of this allegation, the complainant points to an unnamed source in the *Missoulian* article.

Second, the complaint speculates that Senator Burns "was apparently directing taxpayer funds to INSA with the explicit or tacit understanding that" INSA employees would make contributions to his campaign. The complainant does not offer any factual support for this allegation.

The Committee's Response

This complaint is without merit and should be dismissed. The first allegation, supported solely by an unnamed source, does not suggest any wrongdoing by Senator Burns or the Committee. The allegation that INSA pressured employees to contribute to Senator Burns only implicates INSA in a violation of federal election law. In any event, at no time did Senator Burns or the Committee know of any alleged "pressure" on employees to make contributions.

The second allegation is completely baseless. The complainant offers no factual support for its claim that Senator Burns directed federal funds to INSA with the understanding that the Committee would receive campaign contributions. The Missoulian article in no way suggests that Senator Burns or the Committee was involved in any wrongdoing, and provides no basis for finding a violation of federal election law. Regardless, the Committee categorically denies this charge. Senator Burns never directed federal funds to INSA because of or "to effect" campaign contributions from INSA employees. Moreover, as the Missoulian article cited to in the complaint notes, Senator Burns completely supports the review of INSA that has been undertaken.

For these reasons, the Federal Election Commission should find no reason to believe that the Committee has committed a violation of the Act and should promptly dismiss this complaint.

Sincerely.

Ralph J. Caccia

For POWELL GOLDSTEIN LLP

Ralph J. Caccia (nak

RJC/

cc:

James Swain

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STATEMENT OF DESIGNATION OF COUNSEL Please use ane form for each Respondent/Client FAX (202) 219-3923

MUR #5866
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The above-named individual and/or firm is hereby designated as my counsel and is authorized to receive any notifications and other communications from the Commission and to act on my behalf before the Commission.
12:12-06 Sarmo Luney , Sepuly Transuction of Title Respondent/ Client Signature Title
RESPONDENT/CLIENT Friends of Control Burns - 2006 & James Swain (Please Print)
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Information is being sought as part of an investigation being conducted by the Federal Election Commission and the confidentiality provisions of 2 U.S.C. § 437g(a)(12)(A) apply. This section prohibits making public any investigation conducted by the Federal Election Commission without the express written consent of the person under investigation